



SBA Information Notice

TO: All SBA Employees

CONTROL NO.: 5000-1033

SUBJECT: Updated 504 Authorization
Boilerplate and Wizard

EFFECTIVE: 9/27/2007

This notice announces the release on October 1, 2007, of Version 2008 of the National 504 Authorization Boilerplate and Wizard, which replaces version 2007.

Version 2008 of the 504 Authorization will replace Version 2007 and be available on SBA's servers, and at www.sba.gov beginning October 1, 2007. The 504 authorization webpage is: http://www.sba.gov/aboutsba/sbaprograms/elending/authorizations/BANK_STAND_NAT_504_LOAN_AUTH.html. The National 504 Authorization is an Appendix to SOP 50-10 (4).

The changes contained in this update are limited to changing the mandatory SBA Guaranty Fee (for 504) and the mandatory Ongoing Guaranty Fee (for 504) as described below. The new wizard has been modified to properly calculate these fees:

B.1.b.(1) Project Financing

- The SBA Guarantee Fee has been reduced to 0.000 by the SBA, effective October 1, 2007. This value can now be modified by the user (and set as a default) when advised by SBA that a change to the SBA Guarantee Fee has occurred. The current default has been set as follows:

(1) SBA Guarantee Fee (a. x .000) \$[a. * 0.000]

B.6.a. Project Financing

- The Ongoing Guarantee Fee has been set to a default of 0.021 percent effective October 1, 2007. This value can be modified by the user (and set as a default) when advised by SBA that a change to the Ongoing Guarantee Fee has occurred.

Notification and Questions

SBA field offices are responsible for notifying the CDC's that this Authorization has been issued.

If you have any questions regarding the 504 Authorization, please submit your questions to the 504 Authorization e-mail box at auth-504@sba.gov.

Grady B. Hedgespeth
Director
Office of Financial Assistance

EXPIRES: 9/1/2008

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SBA Form 1353.3 (4-93) MS Word Edition; previous editions obsolete
Must be accompanied by SBA Form 58